<u>AMENDATORY SECTION</u> (Amending WSR 04-08-080, filed 4/6/04, effective 5/7/04)

- WAC 308-56A-460 Destroyed or wrecked vehicle--Reporting--Rebuilt. (1) What are total loss, destroyed, salvage, and wrecked vehicles? For the purposes of this section:
- (a) A total loss vehicle is one whose destruction has been reported to the department as described in RCW 46.12.070 by an insurer (insurance companies and self-insurers as described in RCW 46.29.630);
- (b) A destroyed vehicle is one whose destruction has been reported to the department as described in RCW 46.12.070 by the vehicle's owner;
  - (c) A salvage vehicle as defined in RCW 46.12.005;

Note: When used in this section, the terms "destroyed" and "destroyed vehicle" include total loss, destroyed, and salvage vehicles

(d) A wrecked vehicle as defined in RCW 46.80.010(6).

Note: A vehicle may be considered destroyed or wrecked when the evidence of ownership is a salvage certificate/title, insurance company bill of sale, or wrecker bill of sale from any jurisdiction, or when the evidence of ownership indicates the vehicle may be a destroyed vehicle not reported to the department.

- (2) How are vehicles reported to the department as total loss, destroyed, salvage, or wrecked?
  - (a) Insurers may report total loss vehicles to the department:
- (i) Electronically through the department's on-line reporting system. Insurers must destroy ownership documents for a vehicle reported this way; or
- (ii) By submitting the certificate of ownership or affidavit in lieu of title indicating the vehicle is "DESTROYED"; or
- (iii) By submitting a completed total loss claim settlement form (TD 420-074).

Note: Reports of total loss vehicles must include the insurer's name, address, and the date of loss.

- (b) Registered or legal owners report a vehicle as destroyed by submitting the certificate of ownership or affidavit in lieu of title indicating the vehicle is "DESTROYED," and must include the registered owner's name, address, and date of loss.
- (c) Licensed wreckers report wrecked vehicles as required in RCW 46.80.090.
- (d) For vehicles six through twenty years old a statement whether or not the vehicle meets the market value threshold amount as defined in RCW 46.12.005 is also required.
- (3) What is the current market value threshold amount? The current market value threshold amount is six thousand seven hundred ninety dollars.
- (4) How is the market value threshold amount determined? Using the current market value threshold amount described in RCW 46.12.005 each year the department will add the increased value if

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the increase is equal to or greater than fifty dollars.

- (5) What if the "market value threshold amount" is not provided as required? If the market value threshold amount is not provided when required, the department would treat the report of destruction as if the market value threshold as described in RCW 46.12.005 has been met. The certificate of ownership will be branded according to WAC 308-56A-530.
- $((\frac{4}{}))$  <u>(6)</u> What documentation is required to obtain a certificate of ownership after a vehicle is destroyed? After a vehicle has been reported destroyed or wrecked and is rebuilt, you must submit the following documentation to the department in order to obtain a new certificate of ownership:
- (a) Application for certificate of ownership as described in RCW 46.12.030;
- (b) Certificate of vehicle inspection as described in WAC 308-56A-150;
- (c) Bill of sale from the insurer, owner, or wrecker who reported the vehicle's destruction to the department.
- (i) Bills of sale from insurers must include a representative's signature and title of office;
- (ii) Bills of sale from insurers and wreckers do not need to be notarized;
- (iii) Bills of sale from owners shown on department records must be notarized or certified;
- (iv) A bill of sale is not required when owners shown on department records retain a destroyed vehicle and apply for a new certificate of ownership;
- (v) Releases of interest from lien holders are not required since liens are presumed to have been satisfied at the time of settlement of the claim.
  - (d) Odometer disclosure statement, if applicable.
- $((\frac{(5)}{(5)}))$  <u>(7)</u> What is required of a Washington licensed vehicle dealer prior to selling a destroyed or wrecked vehicle? Except as permitted by RCW 46.70.101 (1)(b)(viii), before a dealer may sell a destroyed or wrecked vehicle under their Washington vehicle dealer license, the dealer must:
- (a) Rebuild the vehicle to standards set by the state of Washington or the federal government pertaining to the construction and safety of vehicles; and
- (b) Obtain a vehicle inspection by the Washington state patrol; and
- (c) Apply for and receive a certificate of ownership for the vehicle, issued in the name of the vehicle dealer.
- $((\frac{(6)}{(6)}))$  Once a destroyed or wrecked vehicle is rebuilt, do the license plates remain with the vehicle? Whether or not the license plates remain with the vehicle depends on the circumstance:
- (a) Standard issue license plates may remain with a destroyed vehicle unless they are severely damaged or the vehicle was issued a department temporary permit described in WAC 308-56A-140;
- (b) Replacement license plates are required for wrecked vehicles since Washington licensed wreckers are required by WAC 308-63-070 to remove them;

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- (c) Special license plates may remain with or be transferred to a destroyed or wrecked vehicle;
- (d) Applicants may retain the current license plate number as provided for in RCW 46.16.233, unless the vehicle was issued a department temporary permit as described in WAC 308-56A-140.
- $((\frac{7}{1}))$  <u>(9)</u> Will the certificate of ownership or registration certificate indicate "WA REBUILT"? Salvage or wrecked vehicles meeting the criteria described in WAC 308-56A-530 will be branded "WA REBUILT."

AMENDATORY SECTION (Amending WSR 06-23-038, filed 11/7/06, effective 12/8/06)

**WAC 308-56A-500 Definitions.** The following definitions apply to terms used in chapters 46.12 and 46.16 RCW and chapter 308-56A WAC:

- (1) "Affidavit in lieu of title" is a written declaration confirming the certificate of ownership((, registration certificate, validation tab are)) is unavailable, lost, stolen, destroyed or mutilated. The affidavit in lieu of title may be used to release interest in the vehicle. The signature of the owner completing the affidavit in lieu of title must be notarized or certified as described in WAC 308-56A-270.
- (2) "Affidavit of loss" is a written statement confirming the certificate of ownership, registration certificate, validation tab or decal has been lost, stolen, destroyed or mutilated. The affidavit of loss release of interest form may be used to release interest in the vehicle and transfer gross weight license for that vehicle to a new owner. The signature of the owner completing the affidavit of loss release of interest must be notarized or certified as described in WAC 308-56A-270.
  - (3) "Affixed" means attached.
- (4) "Brands" means a permanent notation on the <u>electric</u> <u>vehicle record which prints on the</u> certificate of ownership and vehicle registration certificate that records a circumstance or condition involving a vehicle.
- (5) "Brands incident date" is the date that a brand was first applied to a vehicle. For states/jurisdictions participating in the National Motor Vehicle Title Information System (NMVTIS), it's the date the brand was first reported. For all (( $\frac{1}{1}$ )) states(( $\frac{1}{1}$ )) or jurisdictions, it is established by using the date the current title was issued. Brands on Washington records prior to the effective date of this rule will reflect a brand incident date equal to the date the last Washington certificate of ownership was issued.
- (6) "Certificate of ownership" (also referred to as "certificate of title" or "title") is a legal document indicating proof of ownership and will establish a fact or sustain a judgment

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unless contradictory evidence is produced. A certificate of ownership may be a document other than a title when a title document is not issued by a jurisdiction. For example, for Canadian vehicles, the certificate of ownership is the registration.

- (7) "Comment" means an indication on the certificate of ownership, vehicle title( $(\neq)$ ) or registration application or vehicle registration certificate that relates to tax liability, type of ownership, title transaction type or a previous condition of the vehicle.
- (8) "Commercial parking company" means any business directly engaged in providing vehicle parking upon property owned or controlled by the business and approved for public parking of vehicles.
- (9) "Current license plate registration" means the current registration or one that has been expired less than one year.
- (10) (("Declaration in lieu of title" is a written statement confirming the certificate of ownership, registration certificate, validation tab is unavailable, lost, stolen, destroyed, or mutilated. The declaration in lieu of title may be used to release interest in the vehicle. The signature of the owner completing the declaration in lieu of title must be signed under penalty of perjury, as described in WAC 308-56A-270.
- (11) "Declaration of loss" is a written statement confirming the certificate of ownership, registration certificate, validation tab or decal has been lost, stolen, destroyed, or mutilated. The declaration of loss release of interest form may be used to release interest in the vehicle and transfer gross weight license for that vehicle to a new owner. The signature of the owner completing the declaration of loss release of interest must be signed under penalty of perjury, as described in WAC 308-56A-270.
- $\frac{(12)}{(13)}$ ) "Department" means the same as described in RCW 46.04.162.
- $((\frac{13}{13}))$  <u>(11)</u> "Department temporary permit" is a permit issued temporarily in lieu of permanent registration and license plates when required documentation is unavailable.
- $((\frac{14}{1}))$  <u>(12)</u> "Electronic/electronically filing" is ((the use of an electronic)) <u>a</u> method to transmit information to the department that may include, but is not limited to, the use of the internet  $(\frac{12}{1})$  or facsimile.
- $((\frac{(15)}{(15)}))$  "Involuntary divestiture" means a change in vehicle ownership without the registered owner's involvement.
- ((\frac{(16)}{)}) (14) "Impossible to affix" as used in RCW 46.12.240, means that there is nothing made by the manufacturer for the originally manufactured vehicle which would allow the license plate to be affixed to the vehicle in the manner prescribed in RCW 46.12.240.
- (15) "Joint tenancy with rights of survivorship" (JTWROS) means two or more people who own a vehicle in joint tenancy with the right to own individually if one of them dies.
- $((\frac{17}{17}))$  <u>(16)</u> "Jurisdiction code" means an abbreviation  $(\frac{16}{17})$  used by the department  $(\frac{16}{17})$  based on the U.S.

Postal Service designation)) that indicates state, province, district, or country.

- $((\frac{18}{18}))$  "Legal owner" means the same as described in RCW 46.04.270.
- (((19))) <u>(18)</u> "Lien holder" means a person or entity that has a legal right or interest in another's property until a debt or duty that it secures is satisfied.
- (19) "Market value threshold amount" is the amount assigned to vehicles which includes a motor vehicle amount as defined in RCW 46.12.005 is required.
  - (20) "Natural person" means a human being.
- (21) "Not eligible for road use" (NEFRU) means a vehicle that does not meet Federal Motor Vehicle Safety standards, other federal ((and/)) or state standards for public road use as adopted, applied, and enforced by the Washington state patrol described in RCW 46.37.005.
- (22) "A declaration under penalty of perjury" means a statement signed by the applicant to the effect "I declare under penalty of perjury under the laws of the state of Washington that the information I have provided on this form is true and correct." Anyone who knowingly makes a false statement may be guilty of a crime under state law.
  - (23) "Person" means the same as described in RCW 46.04.405.
  - (24) "Personal representative" means:
  - (a) An individual appointed by the court; or
- (b) An individual named in the last will and testament and confirmed by the court to manage the estate of a deceased person.

Personal representative may also include executor, administrator, special administrator, and guardian or limited guardian and special representative as defined in RCW 11.02.005(1).

- (25) "Registered owner" means the same as described in RCW 46.04.460.
- (26) "Security interest" means a property interest created by agreement or by operation of law to secure performance of an obligation (repayment of a debt).
- (27) "Security interest holders" means in this instance, the same as "lien holder" as defined in subsection (((16))) of this section.
- (28) "Secured party" means in this instance the same as "lien holder" as defined in subsection  $((\frac{(16)}{(16)}))$  of this section.
- (29) "Standard brand" is a brand found on the brands list maintained by the National Motor Vehicle Title Information System (NMVTIS) program.
- (30) "Transferee" means a person to whom a vehicle is transferred, by purchase, gift, or any means other than by creation of a security interest, and any person who, as agent, signs an odometer disclosure statement for the transferee, when applicable.
- (31) "Transferor" means a person who transfers ownership in a vehicle by sale, gift, or any means other than by creation of a security interest and any person who, as agent, signs an odometer disclosure statement for the transferor, when applicable.
  - (32) "Unique brand" means a brand issued by a state that is

not participating in the National Motor Vehicle Title Information System (NMVTIS) program and does not appear on the brands list maintained by NMVTIS.

- (33) "Vehicle seller's report of sale" is a document or electronic record transaction that protects the seller of a vehicle from certain criminal and civil liabilities arising from use of the vehicle by another person after the vehicle has been sold or a change of ownership has occurred.
- (34) A "vehicle" is a device by which any person or property may be propelled, moved, or drawn upon a highway, excepting a device moved exclusively by human power or used exclusively upon stationary rails or tracks.
- (35) "Washington vehicle licensing office" means an office that is operated by the department or an agent or subagent appointed under RCW 46.01.140 for the purpose of carrying out the vehicle titling and registration provisions in Title 46 RCW.